NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OR ALL OF THE FOLLOWING INFORMATION FROM ANY INSTRUMENT THAT TRANSFERS AN INTEREST IN REAL PROPERTY BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

Producers 88 (4-89) — Paid Up With 640 Acres Pooling Provision STANDARD LEASE v.5

THIS LEASE AGREEMENT is made this

PAID UP OIL AND GAS LEASE

(No Surface Use)

day of JUNE 2008, by and between

ADDITION ENTRY, E. L. (1987 to a Yearnes) and 1987 and 19	hosandla Ewing, a single person	
TARRANT COUNTY, TEXAS, ACCORDING TO THAT CERTIFICATION IN THE PLAT RECORDS OF THE PLAT	whose addresss is $\frac{2.0.50 \times 2.4738}{2.0.50 \times 2.000}$ as Leand, DALE PROPERTY SERVICES, L.L.C., 2100 Ross Avenue, Suite 1870 Dallas Texas 75201, as Lessee. All printed portions of this lease were prepared by the hereinabove named as Lessee, but all other provisions (including the completion of blank spaces) were prepared jointly by Lessor and Lessee. 1. In consideration of a cash bonus in hand paid and the covenants herein contained, Lessor hereby grants, leases and lets exclusively to Lessee the following the contained of the covenants herein contained.	e par
reversion, prescription of otherwaps, for the propose of exploring for, developing, non-developing and marketing oil and gas, allow with all hydrocarbon and non-hydrocarbon controlled assess of the min hydrocarbon cannot now of intended in assessable to the min hydrocarbon cannot now of intended to the control of the min hydrocarbon cannot now of intended to the control of the min hydrocarbon cannot now of intended to the control of the min hydrocarbon cannot now of intended to the control of the min hydrocarbon cannot now of intended to the control of the min hydrocarbon cannot ca	OUT OF THE NYAN SOUTHEAST ADDITION, AN ADDITION TO THE CITY FORT WANTH , TARRANT COUNTY, TEXAS, ACCORDING TO THAT CERTAIN PLAT RECORD	
as long thereafter as oil or gas or other aubstrances covered hereby are produced in paying quantities from the leasest provisions or form lands pooled therewith or this leasest. Nogalities on oil, per and other estimations produced in land to the production of t	reversion, prescription or otherwise), for the purpose of exploring for, developing, producing and marketing oil and gas, along with all hydrocarbon and non hydroc substances produced in association therewith (including geophysical/seismic operations). The term "gas" as used herein includes helium, carbon dioxide and commercial gases, as well as hydrocarbon gases. In addition to the above-described leased premises, this lease also covers accretions and any small strips or pardiand now or hereafter owned by Lessor which are contiguous or adjacent to the above-described leased premises, and, in consideration of the aforementioned cash be Lessor agrees to execute at Lessor's request any additional or supplemental instruments for a more complete or accurate description of the land so covered. For the put	carbo Lothe cels c bonus
unit formed by such pooling for an oil well which is not a horizontal completion shall not exceed 60 acres plus a maximum acreage tolerance of 10%; provided that a larger unit may be formed for an oil well or gas well or horizontal completion to any well spacing or density pattern that may be prescribed or permitted by any governmental authority having jurisdiction to do so. For the purpos of the foregoing, the terms "oil well" and "gas well" shall have the meanings prescribed by applicable law or the appropriate governmental authority, or, if no definition is a prescribed, "oil well" means a well with an initial gas-oil ratio of less than 100,000 cubic feet per barrel and "gas well" means a well with an initial gas-oil ratio of 100,000 cubic feet per barrel, and the term "horizontal completion" means an oil well in which the horizontal component of the gross completion interval in facilities or equivalent testin equipment; and the term "horizontal completion" means an oil well in which the horizontal component of the gross completion interval in the reservoir exceeds the vertical component libered. In exercising its pooling rights herounder, Lessee shall file of record a written declaration describing the unit and stating the effective date of pooling reworking operations on the leased premises, except that the production on which Lessor's royalty is calculated shall be that proportion of the total unit production which the lacreage covered by this lease and included in the unit bears to the total gross acreage in the unit, but only to the extent such proportion of unit production is soid to be acreage covered by this lease and included in the unit bears to the total gross acreage in the unit, but only to the extent such proportion of unit production is soid to be covered by the governmental authority having jurisdiction, or to conform to any productive acreage determination made by such governmental authority, and prescribed or permitted by the governmental authority having jurisdiction, to to conform to any	as long thereafter as oil or gas or other substances covered hereby are produced in paying quantities from the leased primates or from lands pooled therewith or this less otherwise maintained in effect pursuant to the provisions thereof. 3. Royalities on oil, gas and other substances produced and saved hergunder shall be paid by Lesses as stollows: (a) For oil and other liquid hydroca paying the Lesses's spation facilities, the royally shall be https://doi.org/10.2016/j.com/10.2016/j.co	ease I arbon to the control of the
	unit formed by such pooling for an oil well which is not a horizontal completion shall not exceed 640 acres plus a maximum acreage tolerance of 10%; provided that a larger unit may be formed for an oil well or gas well or horizontal completion to conform to any well spacing or density pattern that may be prescribed or permitted by any governmental authority having jurisdiction to do so. For the put of the foregoing, the terms "oil well" and "gas well" shall have the meanings prescribed by applicable law or the appropriate governmental authority, or, if no definition prescribed, "oil well" means a well with an initial gas-oil ratio of less than 100,000 cubic feet per barrel and "gas well" means a well with an initial gas-oil ratio of 100,000 feet or more per barrel, based on 24-hour production test conducted under normal producing conditions using standard lease separator facilities or equivalent to equipment; and the term "horizontal completion" means an oil well in which the horizontal component of the gross completion interval in facilities or equivalent to component libered. In exercising its pooling rights herounder, Lessee shall file of record a written declaration describing the unit and stating the effective date of production, drilling or reworking operations anywhere on a unit which includes all or any part of the leased premises shall be treated as if it were production, drill reworking operations on the leased premises, except that the production on which Lessor's royalty is calculated shall be that proportion of the total unit production has because of proportion of the total unit production on which leased governmental authority having jurisdiction, or to conform to any productive acreage determination made by such governmental authority having jurisdiction, or to conform to any production on which royalties are payable hereunder shall the be adjusted accordingly. In the absence of production in paying quantities from a unit, or upon permanent cessation thereof, Lessee may terminate the unit by fil	ell or cizonti urpos n is so cubit testin testin vertica coling cich this sold bise ampatter rily. It of the creafte

7. If Lessor owns less than the full mineral estate in all or any part of the leased premises, the royallies and shut-in royallies payable hereunder for any well on any part of the leased premises or lands pooled therewith shall be reduced to the proportion that Lessor's interest in such part of the leased premises bears to the full mineral estate in such part of the leased premises

The interest of either Lessor or Lessee hereunder may be assigned, devised or otherwise transferred in whole or in part, by area and/or by depth or zone, and the rights and obligations of the parties hereunder shall extend to their respective heirs, devisees, executors, administrators, successors and assigns. No change in Lessor's ownership shall have the effect of reducing the rights or enlarging the obligations of Lessee hereunder, and no change in ownership shall be binding on Lessee until 60 days after Lessee has been furnished the original or certified or duly authenticated copies of the documents establishing such change of ownership to the satisfaction of Lessee or until Lessor has satisfied the notification requirements contained in Lessee's usual form of division order. In the event of the death of any person entitled to shut-in royalties hereunder, Lessee may pay or tender such shut-in royalties to the credit of decedent or decedent's estate in the depository designated above. If at any time two or more persons are entitled to shirt-in royalities hereunder. Lessee may pay or tender such shut-in royalities to such persons or to their credit in the depository, either jointly or separately in proportion to the interest which each owns. If Lessee transfers its interest hereunder in whole or in part Lessee shall be relieved of all obligations thereafter arising with respect to the transferred interest, and failure of the transferred to satisfy such obligations with respect to the transferred interest shall not affect the rights of Lessee with respect to any interest not so transferred. If Lessee transfers a full or undivided interest in all or any portion of the area covered by this lease, the obligation to pay or tender shut-in royalities hereunder shall be divided between Lessee and the fransferee in proportion to the net acreage interest in this lease then held by each.

9. Lessee may, at any time and from time to time, deliver to Lessor or file of record a written release of this lease as to a full or undivided interest in all or any portion of the area covered by this lease or any depths or zones there under, and shall thereupon be relieved of all obligations thereafter arising with respect to the interest so released. If Lessee releases all or an undivided interest in less than all of the area covered hereby, Lessee's obligation to pay or tender shut-in royalties shall be proportionately reduced

in accordance with the net acreage interest refained hereunder.

10. In exploring for, developing, producing and marketing oil, gas and other substances covered hereby on the leased premises or lands pooled or unitized herewith, in primary and/or enhanced recovery. Lessee shall have the right of ingress and egress along with the right to conduct such operations on the leased premises as may be reasonably necessary for such purposes, including but not limited to geophysical operations, the drilling of wells, and the construction and use of roads, cantals, pipelines, lanks, water wells, disposal wells, injection wells, pits, electric and telephone lines, power stations, and other facilities deemed necessary by Lessee to discover, produce, store, treat and/or transport production. Lessee may use in such operations, free of cost, any oil, gas, water and/or other substances produced on the leased premises, except water from Lessor's wells or ponds. In exploring, developing, producing or marketing from the leased premises or lands pooled therewith, the ancillary rights granted herein shall apply (a) to the entire leased premises described in Paragraph 1 above, notwithstanding any partial release or other partial termination of this lease; and (b) to any other lands in which Lessor how or hereafter has authority to grant such rights in the vicinity of the leased premises or lands pooled therewith. When requested by Lessor is a content of the leased premises or lands produced from any between the leased premises.

there in state apply (a) to the entire leased premises described in Paragraph 1 above, notwinistanting any partial retrination of unit lease, and (b) to any clibration in which Lessor has on the reading the lease of the leased premises or other lands used by Lessoe hereunder, without Lessor's consent, and Lessoe shall be located less than 200 feet from any house or barn now on the leased premises or other lands used by Lessoe hereunder, without Lessor's consent, and Lessoe shall pay for damage caused by its operations to buildings and other improvements on the leased premises or such other lands, and to commercial timber and growing crops thereon. Lessoe shall have the right at any time to remove its fixtures, equipment and materials, including well casing, from the leased premises or such other lands during the lerm of this lesse or within a reasonable time thereafter.

11. Lessoe's obligations under this lease, whether express or implied, shall be subject to all applicable laws, rules, regulations and orders of any governmental authority having jurisdiction including restrictions on the drilling and production of wells, and the price of oil, gas, and other substances covered hereby. When drilling, reworking, production or other operations are prevented or delayed by such laws, rules, regulations or orders, or by inability to obtain necessary permits, equipment, services, material, water, electricity, fuel, access or easements, or by fire, flood, adverse weather conditions, war, sabotage, rebellion, insurrection, riot, strike or labor disputes, or by inability to obtain a satisfactory market for production or failure of purchasers or carriers to take or transport such production, or by any other cause not reasonably within Lessee's control, his lease shall not be liable for breach of any express or implied covenants of this lease when drilling, production or other operations are so prevented, delayed or interrupted.

12. In the event that Lessor, during the primary term of this lease, receives a bona fide offe

14. For the same consideration recited above, Lessor hereby grants, assigns and conveys unto Lessee, its successors and assigns, a perpetual subsurface well bore easement under and through the leased premises for the placement of well bores (along routes selected by Lessee) from oil or gas wells the surface locations of which are situated on other tracts of land and which are not intended to develop the leased premises or lands pooled therewith and from which Lessor shall have no right to royalty or other benefit. Such subsurface well bore easements shall run with the land and survive any termination of this lease.

15. Lessor hereby warrants and agrees to defend title conveyed to Lessee hereunder, and agrees that Lessee at Lessee's option may pay and discharge any taxes, mortgages or liens existing, levied or assessed on or against the leased premises. If Lessee exercises such option, Lessee shall be subrogated to the rights of the party to whom payment is made, and, in addition to its other rights, may reimburse itself out of any royalties or shut-in royalties otherwise payable to Lessor hereunder. In the event Lessee is made aware of any claim inconsistent with Lossor's title, Lessee may suspend the payment of royalties and shut-in royalties hereunder, without interest, until Lessee has been furnished satisfactory evidence that such claim has been resolved.

16. Notwithstanding anything contained to the contrary in this lease, Lessee shall not have any rights to use the surface of the leased premises for drilling or other operations.

operations.

17. This lease may be executed in counterparts, each of which is deemed an original and all of which only constitute one original

DISCLAIMER OF REPRESENTATIONS: Lessor acknowledges that oil and gas lease payments, in the form of rental, bonus and royalty, are market sensitive and may vary depending on multiple factors and that this Lease is the product of good falls negotiations. Lessor understands that these lease payments and terms are final and that Lessor entered into this lease without duress or undue influence. Lessor recognizes that lease values could go up or down depending on market conditions. Lessor acknowledges that no representations or assurances were made in the negotiation of this lesse that Lessor would get the highest price or different terms depending on future market conditions. Neither party to this lease will seek to alter the terms of this transaction based upon any differing terms

which Lessee has or may negotiate with any other lessors/oil and o	gas owners.	
IN WITNESS WHEREOF, this lease is executed to be effective as of heirs, devisees, executors, administrators, successors and assigns, who	the date first written above, but upon execution shalt be binding on the signatory ar sether or not this lease has been executed by all parties hereinabove named as Lessor	nd the sign r.
LESSOR (WHETHER ONE OR MORE)		
BYEWING, MOONDA		
ByEwing, Kasandaa	Ву:	
	ACKNOWN FIRSMENT	
STATE OF TEXAS	ACKNOWLEDGMENT	
COUNTY OF TARRANT	4th Tur	
COUNTY OF TARRANT This instrument was acknowledged before me on the by: VOSON OVER FUND CUSING FROM	of the day of Truve 2008,	·
KISHA G. PACKER POLK Notary Public, State of Texas	Kusha H. Racker-Prock	
My Commission Expires April 15, 2012	Natary Public, State of <u>「とメな</u> ら Notary's name (printed): Notary's commission expires:	
STATE OF TEXAS		
COUNTY OF TARRAY This instrument was acknowledged before me on the	day of, 2008,	
by:		
	Notary Public, State of To XAS	

Notary's name (printed): 's commi sion expires:



DALE RESOURCES 3000 ALTA MESA BLVD STE 300

FT WORTH

TX 76133

Submitter: DALE RESOURCES LLC

SUZANNE HENDERSON TARRANT COUNTY CLERK TARRANT COUNTY COURTHOUSE 100 WEST WEATHERFORD FORT WORTH, TX 76196-0401

<u>DO NOT DESTROY</u> WARNING - THIS IS PART OF THE OFFICIAL RECORD.

ANY PROVISION WHICH RESTRICTS THE SALE, RENTAL OR USE OF THE DESCRIBED REAL PROPERTY BECAUSE OF COLOR OR RACE IS INVALID AND UNENFORCEABLE UNDER FEDERAL LAW.

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